

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2013

H

1

HOUSE BILL 642

Short Title: Lower Corporate Income Tax Rate. (Public)

Sponsors: Representatives Conrad, Jeter, Moffitt, and Murry (Primary Sponsors).  
*For a complete list of Sponsors, refer to the North Carolina General Assembly Web Site.*

Referred to: Finance.

April 10, 2013

1 A BILL TO BE ENTITLED  
2 AN ACT TO LOWER THE CORPORATE INCOME TAX RATE.  
3 The General Assembly of North Carolina enacts:

4 **SECTION 1.** G.S. 105-130.3 reads as rewritten:  
5 "**§ 105-130.3. Corporations.**

6 A tax is imposed on the State net income of every C Corporation doing business in this  
7 State. An S Corporation is not subject to the tax levied in this section. The tax is a  
8 percentage four and nine-tenths percent (4.9%) of the taxpayer's State net ~~income computed as~~  
9 ~~follows: income.~~

10 <del>Income Years</del>	Beginning	Tax
11 <del>In 1997</del>	<del>7.5%</del>	
12 <del>In 1998</del>	<del>7.25%</del>	
13 <del>In 1999</del>	<del>7%</del>	
14 <del>After 1999</del>	<del>6.9%.</del>	

15 **SECTION 2.** G.S. 115C-546.1(b) reads as rewritten:

16 "(b) Each calendar quarter, the Secretary of Revenue shall remit to the State Treasurer  
17 for credit to the Public School Building Capital Fund an amount equal to ~~the applicable fraction~~  
18 ~~provided in the table below~~ five forty-ninths (5/49) of the net collections received during the  
19 previous quarter by the Department of Revenue under G.S. 105-130.3. All funds deposited in  
20 the Public School Building Capital Fund shall be invested as provided in G.S. 147-69.2 and  
21 G.S. 147-69.3.

22 <del>Period</del>	<del>Fraction</del>
23 <del>10/1/97 to 9/30/98</del>	<del>One fifteenth (1/15)</del>
24 <del>10/1/98 to 9/30/99</del>	<del>Two twenty-ninths (2/29)</del>
25 <del>10/1/99 to 9/30/00</del>	<del>One fourteenth (1/14)</del>
26 <del>After 9/30/00</del>	<del>Five sixty-ninths (5/69)</del>

27 **SECTION 3.** Section 1 of this act is effective for taxable years beginning on or  
28 after January 1, 2013. Section 2 of this act is effective July 1, 2013, and applies to the calendar  
29 quarter that ends September 30, 2013. The remainder of this act is effective when it becomes  
30 law.

